COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

APPLICATION OF THE CITY OF BURKESVILLE)
FOR AN ADJUSTMENT OF RATES) CASE NO. 96-016

O R D E R

On January 23, 1996, the city of Burkesville ("Burkesville") applied to the Commission for an adjustment of rates. In its filing, Burkesville requested permission to deviate from the requirements of 807 KAR 5:001, Sections 10(7)(b), 10(7)(c), 10(7)(d), and 10(7)(e).

807 KAR 5:001, Section 10(7)(b), requires the submission of the most recent capital construction budget containing any pro forma adjustments for plant additions. Section 10(7)(e) requires the number of customers to be added to the test period end level of customers and the related revenue requirements impact for all pro forma adjustments with complete details and supporting workpapers. The information required by the above-cited regulation is critical to the Commission's complete review of Burkesville's filing. Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that Burkesville's request for permission to deviate from the requirements of 807 KAR 5:001, Sections 10(7)(b) and 10(7)(e), should be denied.

Burkesville also requested permission to deviate from the requirements of 807 KAR 5:001, Section 10(7)(c) and 10(7)(d). Section 10(7)(c) requires that for each proposed pro forma adjustment reflecting plant additions the amount contained in

construction work in progress at the end of the test period, construction dates, and plant accounts be provided. Section 10(7)(d) requires an operating budget for each month of the period encompassing the pro forma adjustments. Having reviewed the filing and being otherwise sufficiently advised, the Commission finds that Burkesville's request for permission to deviate from Section 10(7)(c) and 10(7)(d) should be granted.

As the information required by the regulation cited above has not been filed with Burkesville's proposed tariff, the Commission further finds its tariff cannot be accepted for filing with the proposed effective date of March 1, 1996. The proposed tariff should be refiled with an effective date no sooner than 30 days from the filing of the information required by the above-cited regulation. The Commission further finds that the statutory time period in which the Commission must rule on this matter will not commence until the required information is filed with the Commission.

IT IS THEREFORE ORDERED that:

- 1. Burkesville's request for permission to deviate from the requirements of 807 KAR 5:001, Sections 10(7)(b) and 10(7)(e), is denied.
- 2. Burkesville's request for permission to deviate from the requirements of 807 KAR 5:001, Sections 10(7)(c) and 10(7)(d), is granted.
- 3. Burkesville shall file all information required by 807 KAR 5:001, Sections 10(7)(b) and 10(7)(e), no later than 15 days from the date of this Order.

4. Burkesville shall refile its proposed tariff with an effective date no sooner than 30 days from the filing of the information required by the above-cited regulation.

Done at Frankfort, Kentucky, this 16th day of February, 1996.

PUBLIC SERVICE COMMISSION

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Vice Chairman

Commissioner

ATTEST:

Executive Director